Page			KT AC OF DECEMBER OF, 2007							Current	Prior Year	3 Years	5 Years
Marco   Property   P						September-07						Ended	Ended
AMOR CA-OWESTIC BOUNT   Post-bounded   Post-bound		Mantant Value				Manhat Malus				N-4 DOD	N-4 DOD		
A. Capital   73,115,00   40%   41%   42%   78,105,00   79   79,105,00   70%   79,105,00   70%	LARGE CAP DOMESTIC EQUITY	Market value	Actual	Policy	Net ROR	Market value	Actual	Policy	Net ROR	Net ROR	Net ROR	Net ROR	Net ROR
Tools Structured Growth													
Part													
Structured Value		78,118,500	4.0%	4.1%		78,136,317	4.0%	4.1%					
EAV   Comment					0.770					0.7770	70.0770	0.7070	0.2070
Elemented Named Houself 1000 Index   1,244,T79 3,8/4 38% -1,48%   1,266,620 4.2% 4.2% 6.07% -1,19% 20,45%   13,31%   11,775		83,770,455	4.3%	4.5%	-5.86%	88,328,104	4.5%	4.5%	-1.05%	-6.85%	23.29%	19.11%	16.46%
LA Cagleid  73.4477  3.87  3.98  3.9	Russell 1000 Value				-5.80%				-0.24%	-6.03%	21.87%	15.93%	13.31%
Razsel 100   1.90%   1	Enhanced Russell 1000 Index												
Bearbard SAP 500 Index	•	73,244,779	3.8%	3.8%		82,026,620	4.2%	4.2%					
Nombren Tract   50.065.202   29   30   4.779   4.761.70   28   3.95   3.05   4.599   19.209   11.209   11.009     10.000   10.000   10.000   10.000   10.000   10.000   10.000   10.000     10.000   10.000   10.000   10.000   10.000   10.000   10.000     10.000   10.000   10.000   10.000   10.000   10.000   10.000     10.000   10.000   10.000   10.000   10.000   10.000   10.000     10.000   10.000   10.000   10.000   10.000   10.000   10.000     10.000   10.000   10.000   10.000   10.000   10.000   10.000     10.000   10.000   10.000   10.000   10.000   10.000   10.000   10.000     10.000   10.000   10.000   10.000   10.000   10.000   10.000   10.000   10.000     10.000   10.000   10.000   10.000   10.000   10.000   10.000   10.000   10.000     10.000   10.000   10.000   10.000   10.000   10.000   10.000   10.000   10.000   10.000     10.000   10.000   10.000   10.000   10.000   10.000   10.000   10.000   10.000   10.000     10.000   10.000   10.000   10.000   10.000   10.000   10.000   10.000   10.000   10.000   10.000   10.000     10.000					-3.23%				1.98%	-1.31%	20.43%	12.34%	11.33%
Visitable   7.282.311   3.7%   3.9%   3.19%   5.29%   5.29%   3.0%   3.09%   3.0%   3.09%   3.09%   3.00%		56 365 226	2 0%	3 0%	-A 71%	7/ 761 578	3 8%	3 0%	0.34%	-4 30%	10.26%	11 /10%	10 53%
Wells Capital  Fig. 20, 20, 20, 20, 20, 20, 20, 20, 20, 20,						, - ,							
Finals 9.0 (20,429   2.7%   3.0%   4.9%   5.943,565   2.9%   3.0%   0.71%   4.2%   5.00   3.0%   0.71%   4.2%   5.00   3.0%   3.0%   3.0%   4.0%   4.36%   5.0%   1.0%   10.7%   5.0%   5.0%   1.0%   10.7%   5.0%			3.0%	3.0%				3.0%				N/A	N/A
Total Enhanced SaF 500 Index 505 F00 5						-							
See No.													
Epoch   25,593,827   1,395   1,495   2,4895   1,595   1,695   1,695   2,005   1,2495   1,495   2,2095   1,2495   3,249		200,120,001	10.1 /0	14.070		250,010,000	12.170	10.070					
Sale Series	Absolute Return Strategy												
SAP 950 Motex Size Sirved	Epoch	25,593,827	1.3%	1.4%	-2.48%	15,531,911	0.8%	1.4%	0.06%	-2.43%	N/A	N/A	N/A
State States   36,394,430   1.9%   2.1%   5.86%   38,225,855   1.9%   2.1%   4.75%   4.75%   5.86%   3.05%   2.1%   4.75%   5.05%   1.66%   5.25%   5.26%   5.25%   5.25%   5.					-3.33%				2.03%	-1.37%			
Self-Display		20.000.455	4 00/	0.40	F 0000	20 000 505	4 00/	0.401	0.7001	0.0401	04.0001	40.4461	44.4501
SAPE		36,398,430	1.9%	2.1%		38,229,585	1.9%	2.1%					
SAME LOD OMESTIC EQUITY Manager of Managers  Manag		562 255 570	20.09/	20.00/		E0E 706 247	20 20/	20.00/					
SMALL CAP DOMESTIC EQUITY   Manager of Alleragers   127,518,299   6.6%   7.2%   -4.46%   128,886,735   6.6%   7.2%   -4.26%   -10.40%   17,735   13,315   14,32%   16,70%		302,235,578	29.0%	30.0%		əsə,786,347	30.3%	30.0%					
Manager - Alemagers   127,518,229   6.6%   7.2%   -6.46%   128,866,735   6.6%   7.2%   -4.25%   -10.43%   17.73%   13.31%   13.31%   13.32%   13.					5.5578				2.0070	7.5770	20.0070		
SEI 12,7,518,299 6.6% 7.2% 6-46% 122,868,735 6.6% 7.2% -4.25% 1-0.45% 17.13% 13.31% 13													
According		127 510 200	6 69/	7 20/	6 469/	120 006 725	6.69/	7 20/	4.259/	10 139/	47 430/	42 240/	44 220/
Callan		127,516,299	0.0%	1.2%		120,000,733	0.0%	1.2%					
Russel 2000	·	54.595.286	2.8%	2.8%		56.890.194	2.9%	2.8%					
NTERNATIONAL EQUITY   Large Cap - Core   18,830,851   1.0%   1.0%   1.0%   -1.75%   19,835,023   1.0%   1.0%   1.42%   -3.08%   27,82%   20,73%   17,70%   14,70%   1.0%   -1.75%   1.0%   1.0%   -1.75%   1.0%   1.0%   -1.75%   1.0%   1.0%   -1.75%   1.0%   1.0%   1.0%   -1.75%   1.0%   1		0.,000,200	2.070	2.070		00,000,101	2.070	2.070				1471	1471
Russel 2000	TOTAL SMALL CAP DOMESTIC EQUITY	182,113,585	9.4%	10.0%	-5.88%	185,776,929	9.5%	10.0%	-3.32%	-9.01%	17.89%	13.50%	14.44%
Large Cap - Active Capital Guardian Large Cap - Active Large Cap -		, ,,,,,,,,				., .,.							
Large Cap - Active Capital Guardian Large Cap - Active Large Cap -	INTERNATIONAL FOLITY												
State Striest MSCI EAFE (1) Large Cap - Active Large Cap - Active LSV Sanial C													
Large Cap - Active Captal Guardian LSV S3.932_402 2.8% 3.0% 5.67% 57089.031 2.9% 3.0% 0.21% 1.41% 28.04% 21.52% 14.83% RNA		18,830,851	1.0%	1.0%	-4.44%	19,635,023	1.0%	1.0%	1.42%	-3.08%	27.82%	20.73%	15.09%
Capital Clauridan	MSCI EAFE (1)	, ,			-1.75%				2.18%	0.39%	27.00%	20.77%	14.70%
Same	Large Cap - Active												
Bank of Ireland 17.375.294 19.98 1.0% 7.93% 18.800.725 1.0% 1.0% 4.43% 1-2.00% 25.29% 19.70% 13.72% Total Large Cap - Active 129.299.251 6.7% 7.09 4.12% 18.4967,349 6.9% 7.0% -2.09% 6.12% 25.89% 22.68% 15.77% Small Cap - Active Lazard 5.579 0.0% 0.0% -26.49% 18.220.097 0.9% 1.0% 0.0% NA													
Total Large Cap - Active MSCI EAFE - 50% Hedged													
MSCI EAFE - 50% Hedged   -2.19%   SSMIN Cap - Active   SSMIN Cap - Act													
Lazard		, ,			-2.19%				0.11%	-2.08%		22.55%	15.71%
DEA	Small Cap - Active												
Wellington 18,655,878 1,0% 1,0% 4,48% 19,441,255 1,0% 1,0% 0,98% 5,40% 26,6% 20,49% 21,40% Citigroup Broad Market Index < \$2EN						18,220,097							
Total Small Cap - Active (Styroug Broad Market Index < \$2BN   35,311,816   1.8%   2.0%   4.11%   37,661,352   1.9%   2.0%   2.23%   -6.83%   25.39%   21.75%   21.34% (Chirpoug Broad Market Index < \$2BN   183,371,918   9.5%   10.0%   -4.26%   192,263,725   9.8%   10.0%   -1.77%   -5.96%   26.80%   26.33%   25.39%   25						-							
Citigroup Broad Market Index < \$28N   -5.94%   -0.66%   -6.55%   28.60%   26.33%   25.39%   25.39%   27.70TAL INTERNATIONAL EQUITY   183,371,918   9.5%   10.0%   -4.26%   192,263,725   9.8%   10.0%   -1.77%   -5.96%   27.21%   22.14%   16.66%   15.71%   22.17%   10.0%   11.70%   11.0%   20.98%   20.94%   22.55%   15.71%   22.17%   20.94%   22.55%   15.71%   22.17%   20.94%   22.55%   22.14%   16.66%   22.55%   10.0%   11.70%   11.0%   12.0%   11.0%   12.0%													
## MSCI Early Markets   MSCI E		00,011,010	11070	2.070		01,001,002	11070	2.070					
## MSCI Early Markets   MSCI E	TOTAL INTERNATIONAL EQUITY	183.371.918	9.5%	10.0%	-4.26%	192.263.725	9.8%	10.0%	-1.77%	-5.96%	27.21%	22.14%	16.66%
Core   Core Bond		, . ,				. , ,							
Core   Core Bond	EMEDONIO MADICETO FOLITY												
JP Morgan   20,728,286   1,1%   0,9%   5,71%   21,771,208   1,1%   0,9%   11,70%   18,07%   46,07%   N/A   N/A   PanAgora   20,227,366   1,0%   0,9%   3,21%   21,764,487   1,1%   0,9%   14,72%   21,54%   42,11%   N/A   N/A   N/A   UBS   30,226,171   1,6%   1,5%   5,94%   21,684,876   1,1%   0,9%   14,72%   21,54%   42,11%   N/A   N/A   N/A   N/A   UBS   30,226,171   1,6%   1,5%   1,5%   1,5%   1,5%   1,5%   1,8%   1,481%   20,55%   42,04%   N/A													
PanAgora   20,227,366   1.0%   0.9%   3.21%   21,764,487   1.1%   0.9%   14,72%   21,544%   42.14%   NA   NA   NA   NA   NA   NA   NA   N		20,728,286	1.1%	0.9%	5.71%	21,771,208	1.1%	0.9%	11.70%	18.07%	46.07%	N/A	N/A
UBS	PanAgora	20,227,366	1.0%	0.9%	3.21%	21,764,487	1.1%	0.9%		19.38%	46.34%	N/A	N/A
Total Core 91,687,277 4.7% 4.1% 5.07% 3.66													
MSCI Emerging Markets   3.66%   22,865,426   1.2%   1.0%   7.40%   45.45%   38.67%   21.67%													
Small Cap   20,105,406   1.0%   1.0%   0.06%   22,865,426   1.2%   1.0%   7.46%   68.14%   N/A		2.,00.,277	, 0	,0			2.070	,0					
## Sci   Emerging Markets   3.66%   14.52%   18.71%   45.45%   18.													
Private Equity   Capital International   2,233,817   0.1%   0.1%   -5.35%   863,801   0.0%   0.0%   N/A		20,105,406	1.0%	1.0%		22,865,426	1.2%	1.0%				N/A	N/A
Capital International 2,233,817 0.1% 0.1% -5.35% 863,801 0.0% 0.0% N/A					3.66%				14.52%	18.71%	45.45%		
MSCI Emerging Markets  TOTAL EMERGING MARKETS EQUITY  MSCI Emerging Markets  114,026,499 5.9% 5.0% 4.12% 126,930,664 6.5% 5.0% 12.77% 17.41% 48.23% 38.70% 29.61% 30.66%  DOMESTIC FIXED INCOME  Core Bond  Western Asset 46,677,796 2.4% 2.1% 0.80% 51,993,342 2.6% 2.6% 2.08% 2.89% 7.00% 4.29% 5.59% 1.00		2 222 047	0.49/	0.40/	_E 2E0/	063 004	0.09/	0.00/	NI/A	NI/A	NI/A	NI/A	AI/A
TOTAL EMERGING MARKETS EQUITY MSCI Emerging Markets  114,026,499 5.9% 5.0% 4.12% 3.66%  DOMESTIC FIXED INCOME Core Bond Western Asset Lehman Aggregate Index Bank of ND 95,796,111 4.9% 6.0% 3.34% 93,523,911 4.8% 6.0% 3.15% 6.60% 5.69% 3.78% 4.49% Total Index Domestic Fixed index Bank of ND 95,796,111 4.9% 6.0% 3.34% 93,523,911 4.8% 6.0% 3.15% 6.60% 5.69% 3.92% 4.50% Convertibles Calamos (2) 45,643,271 2.4% 2.1% -0.03% 55,288,986 2.8% 2.6% 3.50% 3.47% N/A Total Convertibles Calamos (2) 45,643,271 2.4% 2.1% -0.03% 55,288,986 2.8% 2.6% 3.50% 3.47% N/A Total Convertibles BBB Average Quality Wells Capital 46,777,791 2.4% 2.1% 1.86% 51,594,550 2.6% 2.6% 1.91% 3.81% 9.12% 5.96% 6.71%		2,233,817	0.1%	0.1%	-3.35%	003,801	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
## MSCI Emerging Markets   3.66%   14.52%   18.71%   45.45%   38.67%   30.66%    **DOMESTIC FIXED INCOME Core Bond   Western Asset   46,677,796   2.4%   2.1%   0.80%   51,993,342   2.6%   2.6%   2.08%   2.89%   7.00%   4.29%   5.59%   1.26%   1.2		114.026 499	5.9%	5.0%	4.12%	126.930.664	6.5%	5.0%	12.77%	17.41%	48.23%	38.70%	29.61%
Core Bond         Western Asset         46,677,796         2.4%         2.1%         0.80%         51,993,342         2.6%         2.6%         2.08%         2.89%         7.00%         4.29%         5.59%           Lehman Aggregate         3.00%         2.84%         5.93%         6.12%         3.98%         4.48%           Index         95,796,111         4.9%         6.0%         3.34%         93,523,911         4.8%         6.0%         3.15%         6.60%         5.69%         3.78%         4.49%           Total Index         95,796,111         4.9%         6.0%         3.34%         93,523,911         4.8%         6.0%         3.15%         6.60%         5.69%         3.78%         4.49%           Total Index         95,796,111         4.9%         6.0%         3.34%         93,523,911         4.8%         6.0%         3.15%         6.60%         5.69%         3.29%         4.50%           Convertibles         2.0%         3.01%         6.20%         6.00%         3.84%         4.69%           Calamos (2)         45,643,271         2.4%         2.1%         -0.03%         55,288,986         2.8%         2.6%         3.50%         3.47%         N/A         N/A <td< td=""><td></td><td>,020,400</td><td>0.070</td><td>2.370</td><td></td><td>0,000,004</td><td>0.070</td><td>2.370</td><td></td><td></td><td></td><td></td><td></td></td<>		,020,400	0.070	2.370		0,000,004	0.070	2.370					
Core Bond         Western Asset         46,677,796         2.4%         2.1%         0.80%         51,993,342         2.6%         2.6%         2.08%         2.89%         7.00%         4.29%         5.59%           Lehman Aggregate         3.00%         2.84%         5.93%         6.12%         3.98%         4.48%           Index         95,796,111         4.9%         6.0%         3.34%         93,523,911         4.8%         6.0%         3.15%         6.60%         5.69%         3.78%         4.49%           Total Index         95,796,111         4.9%         6.0%         3.34%         93,523,911         4.8%         6.0%         3.15%         6.60%         5.69%         3.78%         4.49%           Total Index         95,796,111         4.9%         6.0%         3.34%         93,523,911         4.8%         6.0%         3.15%         6.60%         5.69%         3.29%         4.50%           Convertibles         2.0%         3.01%         6.20%         6.00%         3.84%         4.69%           Calamos (2)         45,643,271         2.4%         2.1%         -0.03%         55,288,986         2.8%         2.6%         3.50%         3.47%         N/A         N/A <td< td=""><td>DOMESTIC FIVE THE STATE</td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td></td<>	DOMESTIC FIVE THE STATE												
Western Asset         46,677,796         2.4%         2.1%         0.80%         51,993,342         2.6%         2.6%         2.08%         2.89%         7.00%         4.29%         5.59%           Lehman Aggregate         3.00%         3.00%         2.84%         5.93%         6.12%         3.98%         4.48%           Index         Bank of ND         95,796,111         4.9%         6.0%         3.34%         93,523,911         4.8%         6.0%         3.15%         6.60%         5.69%         3.78%         4.49%           Total Index         95,796,111         4.9%         6.0%         3.34%         93,523,911         4.8%         6.0%         3.15%         6.60%         5.69%         3.78%         4.49%           Convertibles         3.10%         55,288,986         2.8%         2.6%         3.50%         3.47%         N/A													
Lehman Aggregate       3.00%       2.84%       5.93%       6.12%       3.98%       4.48%         Index       Bank of ND       95,796,111       4.9%       6.0%       3.34%       93,523,911       4.8%       6.0%       3.15%       6.60%       5.69%       3.78%       4.49%         Total Index       95,796,111       4.9%       6.0%       3.34%       93,523,911       4.8%       6.0%       3.15%       6.60%       5.69%       3.92%       4.50%         Lehman Gov/Credit       3.10%       3.10%       3.01%       6.20%       6.00%       3.84%       4.69%         Convertibles       Calamos (2)       45,643,271       2.4%       2.1%       -0.03%       55,288,986       2.8%       2.6%       3.50%       3.47%       N/A		46.677.796	2.4%	2.1%	0.80%	51.993.342	2.6%	2.6%	2.08%	2.89%	7.00%	4.29%	5.59%
Index		2,2,.00	,5	,3		,,2	,	,					
Bank of ND 95,796,111 4.9% 6.0% 3.34% 93,523,911 4.8% 6.0% 3.15% 6.60% 5.69% 3.78% 4.49% Total Index 95,796,111 4.9% 6.0% 3.34% 93,523,911 4.8% 6.0% 3.15% 6.60% 5.69% 3.92% 4.50% 2.60% 3.01% 6.20% 6.00% 3.84% 4.69% Convertibles  Calamos (2) 45,643,271 2.4% 2.1% -0.03% 55,288,986 2.8% 2.6% 3.50% 3.47% N/A N/A Total Convertibles 45,643,271 2.4% 2.1% -0.03% 55,288,986 2.8% 2.6% 3.50% 3.47% 12.55% 5.57% 3.31% Merrill Lynch All Convertibles (3)  BBB Average Quality  Wells Capital 46,777,791 2.4% 2.1% 1.86% 51,594,550 2.6% 2.6% 1.91% 3.81% 9.12% 5.96% 6.71%													
Lehman Gov/Credit     3.10%     3.01%     6.20%     6.00%     3.84%     4.69%       Convertibles Calamos (2)     45,643,271     2.4%     2.1%     -0.03%     55,288,986     2.8%     2.6%     3.50%     3.47%     N/A     N/A<	Bank of ND												
Convertibles         45,643,271         2.4%         2.1%         -0.03%         55,288,986         2.8%         2.6%         3.50%         3.47%         N/A         N/A         N/A         N/A           Total Convertibles         45,643,271         2.4%         2.1%         -0.03%         55,288,986         2.8%         2.6%         3.50%         3.47%         12.55%         5.57%         3.31%           Merrill Lynch All Convertibles (3)         -3.25%         -3.25%         -3.25%         1.01%         -2.27%         15.38%         8.30%         10.89%           BBB Average Quality         Wells Capital         46,777,791         2.4%         2.1%         1.86%         51,594,550         2.6%         2.6%         1.91%         3.81%         9.12%         5.96%         6.71%		95,796,111	4.9%	6.0%		93,523,911	4.8%	6.0%					
Calamos (2)     45,643,271     2.4%     2.1%     -0.03%     55,288,986     2.8%     2.6%     3.50%     3.47%     N/A     N/A     N/A       Total Convertibles     45,643,271     2.4%     2.1%     -0.03%     55,288,986     2.8%     2.6%     3.50%     3.47%     12.55%     5.57%     3.31%       Merrill Lynch All Convertibles (3)     -3.25%     -3.25%     1.01%     -2.27%     15.38%     8.30%     10.89%       BBB Average Quality     Wells Capital     46,777,791     2.4%     2.1%     1.86%     51,594,550     2.6%     2.6%     1.91%     3.81%     9.12%     5.96%     6.71%					3.10%				3.01%	6.20%	6.00%	3.84%	4.69%
Total Convertibles 45,643,271 2.4% 2.1% -0.03% 55,288,986 2.8% 2.6% 3.50% 3.47% 12.55% 5.57% 3.31% Merrill Lynch All Convertibles (3) -3.25% 1.01% -2.27% 15.38% 8.30% 10.89% BBB Average Quality  Wells Capital 46,777,791 2.4% 2.1% 1.86% 51,594,550 2.6% 2.6% 1.91% 3.81% 9.12% 5.96% 6.71%		45 643 274	2 /10/	2 10/	<b>-</b> 0 030/	55 288 086	2 90/	2 69/	3 50%	2 /170/	NI/A	NI/A	NI/A
Merrill Lynch All Convertibles (3)     -3.25%     1.01%     -2.27%     15.38%     8.30%     10.89%       BBB Average Quality       Wells Capital     46,777,791     2.4%     2.1%     1.86%     51,594,550     2.6%     2.6%     1.91%     3.81%     9.12%     5.96%     6.71%	. ,												
Wells Capital 46,777,791 2.4% 2.1% 1.86% 51,594,550 2.6% 2.6% 1.91% 3.81% 9.12% 5.96% 6.71%		, , ,				, .,							
	BBB Average Quality												
Lehman BBB 1.90% 1.67% 3.60% 7.54% 4.47% 6.43%	Wells Capital	46,777,791	2.4%	2.1%		51,594,550	2.6%	2.6%					
	Lehman BBB				1.90%				1.67%	3.60%	7.54%	4.47%	6.43%

INVESTMENT PERFORMANCE REPO				007				Current	Prior Year	3 Years	5 Years	
		December Alloc	ation	Quarter		September Alloc	ation	Quarter	Fiscal YTD	FY07	Ended 6/30/2007	Ended 6/30/2007
Private Debt	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net ROR	Net ROR	Net ROR	Net ROR
Prudential Lehman Aggregate	48,731,225	2.5%	2.1%	<b>1.97%</b> 3.00%	49,717,797	2.5%	2.6%	<b>1.88%</b> 2.84%	<b>3.88%</b> 5.93%	<b>7.16%</b> 6.12%	N/A	N/A
Timberland	44 404 007	0.00/	0.00/	44.000/	40 200 000	0.40/	0.40/	0.470/	44.700/	00.050/	40.700/	40.000/
TIR - Teredo (4) TIR - Springbank	44,131,287 84,023,813	2.3% 4.3%	2.3% 4.3%	14.92% -0.46%	40,309,999 85,328,633	2.1% 4.3%	2.1% 4.3%	-0.17% -0.07%	14.72% -0.54%	26.95% 26.90%	12.73% N/A	12.23% N/A
Total Timberland	128,155,100	6.6%	6.6%	4.47%	125,638,632	6.4%	6.4%	-0.11%	4.36%	27.33%	26.21%	20.09%
NCREIF Timberland Index				3.90%				3.90%	7.95%	11.89%	15.17%	11.37%
Infrastructure JP Morgan	59,948,626	3.1%	3.1%	0.18%	21,117,739	1.1%	1.1%	-0.69%	-0.51%	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME Lehman Aggregate	471,729,920	24.3%	24.0%	<b>2.38%</b> 3.00%	448,874,956	22.8%	24.0%	<b>1.68%</b> 2.84%	<b>4.10%</b> 5.93%	<b>12.52%</b> 6.12%	<b>11.43%</b> 3.98%	<b>10.17%</b> 4.48%
HIGH YIELD BONDS Core												
Loomis Sayles	47,017,513	2.4%	2.3%	-0.92%	46,972,795	2.4%	2.4%	0.37%	-0.55%	13.37%	11.25%	N/A
Sutter/Wells Capital  Total Core	41,783,739 <b>88,801,252</b>	2.2% 4.6%	2.3% 4.6%	0.30% -0.33%	43,852,880 <b>90,825,674</b>	2.2% 4.6%	2.4% <b>4.7%</b>	-3.19% <b>-1.39%</b>	-2.90% <b>-1.71%</b>	9.82% <b>11.59%</b>	8.02% 9.63%	N/A <b>5.67%</b>
LB High Yield 2% Issuer Contstrained Index	00,001,232	4.078	4.0 /0	-1.07%	30,023,074	4.070	4.1 /0	0.40%	-0.67%	11.22%	8.70%	N/A
Mezzanine Debt												
Goldman Sachs 2006 Fund Goldman Sachs Fund V	2,127,102 1,718,297	0.1% 0.1%	0.1% 0.1%	1.03% N/A	2,102,638	0.1% 0.0%	0.1%	-1.07% N/A	-0.05% N/A	7.39% N/A	N/A N/A	N/A N/A
TCW	3,529,577	0.1%	0.1%	0.54%	3,225,476	0.0%	0.0%	-2.96%	-2.44%	N/A	N/A	N/A
Total Mezzanine Debt	7,374,976	0.4%	0.4%	0.63%	5,328,114	0.3%	0.3%	-1.72%	-1.10%	7.39%	N/A	N/A
LB High Yield 2% Issuer Contstrained Index  Distressed Mortgages				-1.07%				0.40%	-0.67%	11.22%		
PIMCO	1,227,355	0.1%	0.1%	0.00%	_	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Declaration Management  Total Distressed Mortgages	1,227,355	0.0% <b>0.1%</b>	0.0% <b>0.1%</b>	N/A 0.00%	-	0.0% <b>0.0%</b>	0.0% <b>0.0%</b>	N/A <b>N/A</b>	N/A <b>N/A</b>	N/A <b>N/A</b>	N/A <b>N/A</b>	N/A <b>N/A</b>
LB High Yield 2% Issuer Contstrained Index TOTAL HIGH YIELD BONDS	07 402 502	5.0%	5.0%	-1.07% <b>-0.22%</b>	96,153,788	4.9%	5.0%	-1.35%	-1.56%	11.62%	9.64%	11.24%
LB High Yield 2% Issuer Contstrained Index	97,403,582	5.0%	5.0%	-1.07%	90, 153,766	4.9%	5.0%	0.40%	-0.67%	11.22%	8.77%	11.75%
INTERNATIONAL FIXED INCOME												
International Sovereign UBS Global (Brinson) Citigroup Non-US Gov't Bond Index (5)	45,420,653	2.3%	2.5%	<b>3.31%</b> 3.91%	44,305,640	2.3%	2.5%	<b>7.48%</b> 8.10%	<b>11.05%</b> 12.33%	<b>0.21%</b> 2.22%	<b>2.69%</b> 3.23%	<b>6.66%</b> 6.89%
International Core Brandywine	47,494,694	2.5%	2.5%	2.60%	45,943,422	2.3%	2.5%	5.77%	8.52%	6.63%	7.38%	N/A
Lehman Global Aggregate (ex-US)	,,			3.38%	10,010,12			7.35%	10.98%	3.78%	5.22%	N/A
TOTAL INTERNATIONAL FIXED INCOME Citigroup Non-US Gov't Bond Index (5)	92,915,347	4.8%	5.0%	<b>2.95%</b> 3.91%	90,249,063	4.6%	5.0%	<b>6.60%</b> 8.10%	<b>9.75%</b> 12.33%	<b>3.41%</b> 2.22%	<b>5.03%</b> 3.27%	<b>8.23%</b> 6.92%
REAL ESTATE INVESCO - Core	52,356,996			2.14%	51,589,416			3.09%	5.30%	14.44%	20.09%	14.86%
INVESCO - Fund II	1,718,504			N/A	-			N/A	N/A	N/A	N/A	N/A
J.P. Morgan Strategic & Special Funds J.P. Morgan Alternative Property Fund	54,336,275 12,376,422			2.49% 0.50%	53,427,479 12.210.061			4.18% 0.00%	6.77% 0.50%	19.72% 6.70%	20.09% N/A	15.71% N/A
TOTAL REAL ESTATE  NCREIF TOTAL INDEX	120,788,198	6.2%	5.0%	<b>2.10%</b> 3.56%	117,226,956	6.0%	5.0%	<b>3.25%</b> 3.56%	<b>5.42%</b> 7.25%	<b>15.47%</b> 17.24%	<b>19.41%</b> 17.83%	<b>14.88%</b> 14.30%
ALTERNATIVE INVESTMENTS												
Brinson IVCF II	95,751 100.077			19.90%	79,860			0.00%	19.90%	31.73%	17.69% 1.54%	12.50%
Coral Partners II Coral Partners V	3,726,637			0.09% -1.64%	99,987 3,314,698			0.15% -1.25%	0.24% -2.87%	-0.22% -1.78%	-4.71%	5.72% -14.30%
Coral Partners V - Supplemental	445,838			-5.29%	473,983			-0.33%	-5.60%	8.49%	3.75%	0.86%
Coral Momentum Fund (Formerly Fund VI) Brinson 1998 Partnership Fund	8,934,231 845,082			-4.08% 7.53%	9,378,687 821,163			43.80% 6.31%	37.93% 14.32%	-16.26% 31.02%	-8.10% 22.24%	N/A 11.25%
Brinson 1999 Partnership Fund	1,680,514			1.84%	2,131,718			8.83%	10.83%	19.95%	14.43%	7.53%
Brinson 2000 Partnership Fund	6,240,627			3.81%	6,053,208			12.46%	16.74%	13.52%	18.72%	9.86%
Brinson 2001 Partnership Fund Brinson 2002 Partnership Fund	4,530,058 2,362,397			-5.15% -1.75%	4,809,348 2,717,460			7.25% 7.77%	1.72% 5.88%	15.81% 11.10%	13.02% 12.11%	7.67% 11.95%
Brinson 2003 Partnership Fund	887,676			5.07%	850,682			-2.14%	2.82%	34.38%	19.70%	N/A
Total Brinson Partnership Funds Brinson 1999 Non-US Partnership Fund	16,546,355 806,566			2.77% -0.20%	17,383,580 813,786			8.74% -15.34%	11.75% -15.51%	16.34% 111.26%	16.34% 57.67%	10.08% 39.95%
Brinson 2000 Non-US Partnership Fund	2,208,191			3.76%	2,142,840			9.22%	13.32%	55.10%	34.26%	25.05%
Brinson 2001 Non-US Partnership Fund	1,468,475			4.45%	1,684,440			8.40%	13.22%	7.81%	14.42%	11.71%
Brinson 2002 Non-US Partnership Fund Brinson 2003 Non-US Partnership Fund	3,258,815 2,906,341			4.69% 8.33%	3,374,692 2,701,365			9.52% 5.76%	14.66% 14.57%	88.98% 76.59%	43.24% 33.38%	29.72% N/A
Brinson 2004 Non-US Partnership Fund	1,167,005			3.79%	1,132,201			7.85%	11.94%	23.98%	15.75%	N/A
Total Brinson Non-US Partnership Fund Brinson BVCF IV	11,815,392 8,990,158			4.91% 4.45%	11,849,325 8,668,614			6.06% 9.99%	11.27% 14.88%	62.33% -3.23%	35.68% 10.47%	25.84% 6.87%
Adams Street Direct Co-investment Fund	7,206,893			5.57%	4,636,303			-0.11%	5.45%	N/A	N/A	N/A
Matlin Patterson Global Opportunities Matlin Patterson Global Opportunities II	3,817,834 16,865,311			76.23% -0.54%	2,181,492 15,601,686			-60.15% 0.61%	-29.77% 0.07%	10.95% 37.09%	25.72% N/A	N/A N/A
Matlin Patterson Global Opportunities III	1,774,581			-0.54% -2.74%	1,837,223			-15.88%	-18.18%	37.09% N/A	N/A N/A	N/A N/A
InvestAmerica	3,592,017			0.00%	3,616,949			18.49%	18.49%	13.96%	-2.58%	-5.68%
Hearthstone MSII Hearthstone MSIII	36,699 1,272,032			0.27% 1.16%	0 1,721,773			0.00% 18.89%	0.27% 20.27%	-95.85% 208.65%	-100.00% 79.05%	-100.00% N/A
Corsair III	4,784,061			-1.20%	1,785,265			14.87%	13.49%	N/A	N/A	N/A
Quantum Resources Quantum Energy Partners TOTAL ALTERNATIVE INVESTMENTS (6)	2,058,334 936,160 <b>92,998,362</b>	4.8%	5.0%	-4.10% 4.30% <b>2.49</b> %	1,777,508 903,807 <b>85 310 740</b>	4.3%	5.0%	-8.56% -17.70% <b>3.37%</b>	-12.31% -14.16% <b>5.94%</b>	N/A N/A <b>16.83%</b>	N/A N/A <b>15.02%</b>	N/A N/A <b>7.25%</b>
CASH EQUIVALENTS	32,330,302	4.0%	3.0%	2.49%	85,310,740	4.3%	3.0%	3.31%	5.94%		13.02%	1.25%
Northern Trust STIF/STEP 90 Day T-Bill	20,142,525	1.0%	1.0%	<b>0.38%</b> 1.05%	26,823,346	1.4%	1.0%	<b>0.68%</b> 1.34%	<b>1.06%</b> 2.40%	<b>5.25%</b> 5.21%	<b>3.91%</b> 3.78%	<b>3.00%</b> 2.76%
TOTAL FUND POLICY TARGET BENCHMARK	1,937,745,513	100.0%	100.0%	<b>-1.19%</b> -0.29%	1,965,396,514	100.0%	100.0%	<b>1.37%</b> 2.55%	<b>0.16%</b> 2.26%	<b>18.95%</b> 16.45%	<b>14.97%</b> 12.29%	<b>13.33%</b> 11.20%
NOTE: Monthly returns and market values a					i				2.20/0	. 5. 10/0	70	0 /0

## NOTE: Monthly returns and market values are preliminary and subject to change.

- NOTE: Monthly returns and market values are preliminary and subject to change.

  (1) This benchmark was changed to the MSCI EAFE (unhedged) as of December 1, 2004.
  (2) TCW was terminated on September 22, 2006. The portfolio was transferred to Calamos on October 5, 2006.
  (3) Prior to January 1, 2005, the benchmark was the First Boston Convertible Index.
  (4) Prior to June 1, 2006, the Toredo properties were under the management of RMK.
  (5) Previously this benchmark was titled Salomon Brothers Non-US Govt Bond Index.
  (6) Because of the variation in fee calculations in Alternative Investments, only net returns will be shown until June of each year when actual costs are known.